TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 2369 - HB 2226

February 13, 2014

SUMMARY OF BILL: Requires hot mix asphalt produced in a facility operated by a local government to be used exclusively for paving of public streets, roads or highways, and the minor repairs of public streets, byways, or parking lots within the jurisdiction of the local government, when such minor repair will maintain public health and safety.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact - A precise increase in local government expenditures cannot be determined due to multiple unknown factors; however any impact will be permissive.

Assumptions:

- Pursuant to Tenn. Code Ann. § 12-8-101(i), hot mix asphalt produced by a facility operated by a local government shall be utilized exclusively for paving of public streets, roads, or highways.
- The provisions of the legislation add additional uses for such hot mix asphalt.
- According to information provided by the County Technical Assistance Service, the following counties operate a hot mix asphalt facility: Greene, Hardeman, Jefferson, Sullivan, and Washington. The city of Memphis also operates a hot mix asphalt facility.
- Due to multiple unknown factors such as, how many counties will choose to utilize hot mix asphalt for these additional uses, how many instances such asphalt will be utilized, and how hot mix asphalt will be needed for each instance, a precise fiscal impact to local government expenditures cannot be determined; however any impact will be permissive.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Lucian D. Geise, Executive Director

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